



BOARD MINUTES

December 23, 2009

President Craig Boesel called the regular monthly meeting of the Board of Directors of Okanogan County Electric Cooperative Inc., to order at 1:00 pm.

Present: Richard Erickson, Ken Westman, Don "Bud" Hover, Lee Pilkinton, Jeremy "Nim" Titcomb, Frank Kline, Dick Garing, Evan "Deed" Fink and Craig Boesel.

Attending: Ray Ellis; General Manager, Lynn Northcott; Office Manager, Don Clutter; Engineering and Lynn Miller; Propane Manager.

APPROVAL OF AGENDA

It was requested to add to the agenda under items of business;
4. NRECA Voting Delegate.

Also it was requested to hold an executive session after the adjournment of the regular meeting.

Don Hover motioned to approve the changes to the agenda. Second. Carried.

APPROVAL OF MINUTES

Nim Titcomb motioned to add November to the December 02, 2009 minutes, "the regular *November* monthly meeting". Second. Carried.

Nim motioned to approve the minutes of the December 10, 2009 Special Meeting of the Board of Directors. Second. Carried.

MANAGERS REPORT

1. Don Clutter - Engineering- Don gave an update on locates, estimates, new meters installed and the Mazama circuit long range plan.
2. Lynn Miller-Propane - Lynn gave an update on Propane activities.
It was decided by the directors that since Lynn Miller reports to the OCEI board it is not necessary for him to report to OCEC board.
3. Ray Ellis – gave Gary Wilson's line crew report – Ray reported on the Mazama line, tree trimming and discussed the cost associated with tree trimming.

4. Lynn Northcott – Office – Lynn gave an update on office activities.

ELECTRIC BUSINESS

1. Form 7 – November 2009-Form 7- Reviewed and a copy attached hereto.
2. Statement of Operations- Reviewed and a copy attached hereto.
3. Status of Funds - Reviewed and a copy attached hereto.
4. Revolving Loan Fund -Reviewed and a copy attached hereto.
There was discussion on RLF requests.
5. Power & Service Data - Reviewed and a copy attached hereto.
6. Outage Report - Reviewed and a copy attached hereto.
7. Update on Operations-

There was discussion on reviewing the Idle Service Policy. It was decided to review the policy in the near future.

Ray stated that the Forest Service has decided to do a timber sale in the North Chewuch area. There will be power interruptions to the services in that area.

Ray discussed System upgrades that will need to be addressed in the future, Wolf Creek, Mazama, East County Road from the Airport to Lehmans, Upper Bear Creek area and Pine Forest. Ray also stated that new Regulators are needed on the Patterson Lake line.

ITEMS OF BUSINESS

1. PNGC Update.

Ray gave an update on the Resource Committee, Rick Management Committee, and the Governmental Affairs Committee.

2. Special Membership Meeting Discussion.

There was discussion on how to address the member concerns and comments. After much discussion, it was decided that it is a high priority to answer the concerns of the members that were present at the Membership meeting. Ray and the Directors will work on the concerns and post information on the website. There was additional discussion on the Rate Structure and if changes are going to be made to the rates. The revenue generated by the rate increase is what is needed for 2009. The Directors will be reviewing the rates with the 2010 Budget.

Nim Titcomb motioned to table the discussion until the January 2010 board meeting. Second. Carried.

3. 2010 Budget.

Ray stated that he is working on the Budget and a draft will be provided to the directors prior to the regular January Board meeting.

4. NRECA voting delegate.

Currently the voting delegate for NRECA is Don Hover with Richard Erickson as alternate.

Ken Westman moved sign the NRECA voting Delegate Certification with no changes. Second. Carried.

MEETINGS ATTENDED

1. WRECA – Board Meeting – Tukwila WA – Dec 7th & 8th - Ken & Richard.
2. NWPPA AC Transformer – Spokane WA – Dec 8th & 9th – Chris.
3. PNGC – Board Meeting – Portland OR - Dec 8th & 9th – Ray
4. TWAC's Users Conference – Tillamook OR – Dec 8th & 9th – Ray, Deanna, Doug & Mark.

MEETINGS TO ATTEND

1. PNGC – Portland OR – Jan 4th & 5th – Ray.

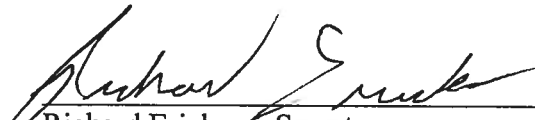
NEW MEMBERS

Don Hover motioned to accept the new members. Second. Carried.

The next Regular Board Meeting was set for January 26, 2010 at 1:00 pm.

The Regular Monthly Board Meeting was adjourned at 4:50 pm.

Executive Session was not held.


Richard Erickson, Secretary